

DATE 02/18/13

HB 2

Wilkinson, Kris

From: McNamee, Patricia
Sent: Friday, February 15, 2013 1:16 PM
To: Wilkinson, Kris
Cc: Hogan, Sheila; Olson, Sheryl (Admin)
Subject: Subcommittee Questions

Hi Kris,

I can help out with the questions the subcommittee had on the Director's Office handout you provided this morning.

1. Why is the vacancy savings only \$60,389 in FY 2014?

The vacancy savings assessment of \$60,389 in FY 2014 is correct. Total Personal Services \$1,509,733 X 0.04 = \$60,389.

2. Why does the "Other Services" category increase by \$24,152 in FY 2014?

The Legislature approves the rates for a proprietary fund such as the Director's Office. In base year FY 2012, \$23,318 was spent for one-time-only services in the "Other Services" category for a MOMs software consultant and HVAC installation. These expenditures did become part of the 2015 biennium budget, but since these costs were not expected to recur in the 2015 biennium, they were **not included when calculating the 2015 biennium rates.**

at

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